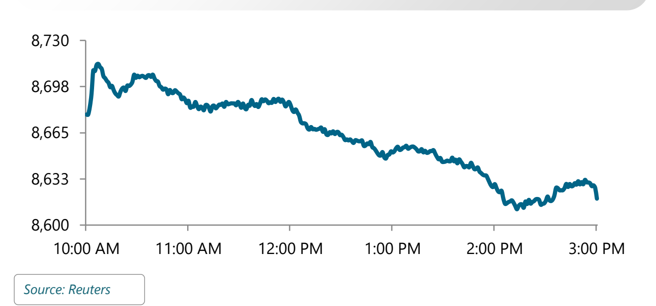
Daily Markets Overview

3 February 2021

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,619	-0.3	-2.1	-0.8	28.7
Saudi (NOMUC)	25,067	-0.7	-3.3	-4.5	NA
Energy	5,270	0.2	-1.4	-2.2	35.6
Materials	5,793	-0.4	-2.3	0.8	NA
Capital Goods	6,524	-0.7	-3.0	-0.2	35.3
Com. & Prof. Svc	4,071	-0.8	-2.7	0.3	NA
Transportation	4,750	-0.2	-3.6	-1.9	NA
Cons. Durables & Apparel	5,809	-1.9	-3.0	1.5	NA
Consumer Services	3,977	-1.0	-4.5	-6.8	20.6
Media	9,692	-1.5	-2.5	-5.1	38.8
Retailing	8,603	-0.4	-1.7	0.5	NA
Food & Staples Retailing	10,571	1.4	0.0	0.3	NA
Food & Beverages	5,211	-0.7	-1.7	-4.6	31.1
Health Care Equipment	5,787	0.3	-0.7	2.4	33.7
Pharma, Biotech & Life Science	4,881	-1.9	-4.0	-5.6	NA
Banks	7,508	-0.4	-2.1	-1.1	18.2
Diversified Financials	4,444	-0.4	-1.9	-3.3	NA
Insurance	5,901	-0.3	-2.2	-2.1	31.7
Telecommunication	7,127	0.3	-1.6	3.3	23.2
Utilities	4,591	-1.1	-4.1	-0.4	NA
REITs	4,264	-0.3	-0.8	-0.5	37.8
Real Estate	2,876	-1.6	-3.9	-4.8	NA

Sources: Bloomberg, Reuters, Tadawul

Saudi Market Update

- TASI closed 0.3% lower to 8,619, while NOMUC declined 0.7% to 25,067 on Tuesday. TASI traded value totaled SAR 8.4bn and averaged SAR 7.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 29.7% of the daily traded value.
- MSCI Emerging Markets closed 1.5% higher on Tuesday, trading at P/E (TTM) of 26.2x vs. 28.7x for TASI.
- Banks and Materials both closed 0.4% lower. Telecom gained 0.3%. Food & Staples Retailing (up 1.4%) was the best performing sector. Among stocks, Saudi Arabia Refineries Co. (2030/SARCO AB), Halwani Bros Co. (6001/HB AB), and Red Sea International Co. (4230/REDSEA AB), led the gainers.
- According to the Saudi Central Bank (SAMA), Saudi bank loans granted to the public and private sectors increased 15% by the end of December 2020 to SAR 1.84tn (USD 490bn), compared to SAR 1.61tn (USD 428bn) a year earlier. Private sector lending also rose 14% Y/Y to SAR 1.76tn (USD 470bn) for the same month. *(Source: Argaam)*
- SAMA revealed the remittances from expatriates in KSA increased by 19%, or SAR 24.2bn (USD 6.5bn), Y/Y to SAR 149.7bn (USD 39.9bn) in 2020, compared with SAR 125.5bn (USD 33.5bn) a year earlier. *(Source: Argaam)*
- National Commercial Bank (1180/NCB AB) and Samba Financial Group (1090/SAMBA AB) received approval from the Saudi Central Bank (SAMA) for the merger and several relevant matters. The two banks also received the approval of the General Authority for Competition (GAC) for the planned economic concentration. The merger is expected to be completed in 1H21. *(Source: Argaam)*
- Middle East Specialized Cables Co. (2370/MESC AB) signed a facility agreement worth SAR 50mn (USD 13.3mn) with the Saudi Industrial Development Fund (SIDF), the operating arm of the Saudi EXIM Bank. The facility, which has a tenor of two years, is aimed to fund the company's working capital with respect to export sales. *(Source: Argaam)*
- Aseer Trading, Tourism & Manufacturing Co. (4080/ATTMCO AB)'s subsidiary Al Rabie Saudi Foods Co. Ltd. signed a Shariah-compliant financing agreement at a total value of SAR 342mn (USD 91.2mn), with Samba Financial Group (1090/SAMBA AB). The credit facilities would be used to finance working capital, which is renewable on an annual basis. *(Source: Argaam)*

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Arabia Refineries Co.	122.00	9.9%	1419
Halwani Bros Co.	126.80	9.9%	133
Red Sea International Co.	27.95	9.8%	203
United Cooperative Assurance Co.	22.08	4.6%	45
Saudi Industrial Export Co.	117.80	4.3%	148

Source: Tadawul

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Jazan Energy and Development Co	18.04	-8.4%	106
Malath Cooperative Insurance and Reinsurance Co.	21.06	-4.5%	55
Leejam Sports Co.	69.30	-3.8%	48
Arabian Cement Co.	43.00	-3.5%	31
Amana Cooperative Insurance Co.	37.90	-3.4%	78

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consensus
SABIC	31-Jan	4Q20	2,220.0	349%	0.74	NA
JARIR	31-Jan	4Q20	287.6	4%	2.40	NA
Petrochem	31-Jan	4Q20	251.0	89%	0.52	NA
SIIG	31-Jan	4Q20	235.0	273%	0.52	NA
ASLAK	31-Jan	4Q20	17.0	247%	0.48	NA

Source: Tadawul

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Arabia Refineries Co.	122.00	9.9%	1419
Abdullah Saad Mohammed Abo Moati for Bookstores Co.	52.00	-3.4%	364
Saudi Vitrified Clay Pipes Co.	108.00	0.0%	255
Arab Sea Information System Co.	91.00	1.9%	242
Al Rajhi Bank	71.50	-0.7%	215

Source: Tadawul

NOTES: *(1) Prices as of last trade. Updated as of February 2, 2021*
(2) WTD: Week to Date and YTD: Year to Date



Daily Markets Overview

3 February 2021

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,724	1.0	1.0	9.3	13.4
Abu Dhabi (ADX)	5,698	1.1	1.0	12.9	22.5
Kuwait (KSE)	5,555	0.1	0.4	3.4	NA
Qatar (QE)	10,518	0.4	-0.3	0.8	18.3
Oman (MSM)	3,623	-0.8	-0.7	-1.0	13.1
Bahrain (BSE)	1,467	0.0	0.6	-1.6	14.2
DJMENA Index	596	0.1	-0.9	2.5	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,826	1.4	3.0	1.9	30.6
US (NASDAQ 100)	13,613	1.6	4.1	5.6	35.3
UK (FTSE 100)	6,517	0.8	1.7	0.9	NA
Germany (DAX)	13,835	1.6	3.0	0.8	NA
France (CAC 40)	5,563	1.9	3.0	0.2	NA
Russia (MICEX)	3,360	2.1	2.5	2.2	15.0
Japan (Nikkei)	28,362	1.0	2.5	3.3	39.3
Hong Kong (HSI)	29,249	1.2	3.4	7.4	16.7
South Korea (KOSPI)	3,097	1.3	4.1	7.8	30.9
China (SHCOMP)	3,534	0.8	1.5	1.7	18.6
India (NIFTY)	14,648	2.6	7.4	4.8	34.8
Brazil (IBOV)	118,234	0.6	2.8	-0.7	NA
Turkey (BIST 100)	1,511	1.3	2.6	2.4	13.6
Egypt (EGX30)	11,638	0.4	0.5	7.3	12.9
MSCI Emerging Markets	1,381	1.5	3.9	7.0	26.2
MSCI World	2,732	1.3	2.6	1.6	33.7

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude ($/bbl)	57.5	2.0	2.8	10.9	-1.2
Natural Gas ($/mmbtu)	2.8	-0.2	11.0	12.1	17.3
Gold ($/oz)	1,838	-1.2	-0.5	-3.2	15.7
Silver ($/oz)	26.7	-8.2	-1.1	1.1	47.9
Platinum ($/oz)	1,098	-3.0	1.9	2.4	14.3
Copper ($/t)	7,787	-0.2	-1.0	0.5	40.3
Zinc ($/t)	2,546	0.0	-0.4	-6.7	15.1
Lead ($/mt)	2,009	-0.8	-0.2	1.9	7.1
Wheat ($/bu)	645	-1.0	-2.8	0.7	12.0
Corn ($/bu)	543	-1.1	-0.7	12.2	35.6
Sugar ($/lb)	16.3	0.9	2.9	5.2	11.3

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.20	0.00	-0.04	0.00
Saudi Arabia	0.81	0.00	0.00	0.62
UAE	0.29	-0.08	-0.22	0.10
Kuwait	1.44	0.00	0.00	1.24
Qatar	1.02	-0.04	-0.10	0.82
Bahrain	2.20	0.00	-0.05	2.00

Source: Reuters

NOTES:

(1) Prices updated as of February 2, 2021(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Tuesday. S&P 500 and NASDAQ closed 1.4% and 1.6% higher, respectively. Dow Jones Industrial ended 1.6% higher. In Europe, UK gained 0.8%. Germany and France increased 1.6% and 1.9%, respectively.
- Asian markets are trading mostly higher on Wednesday. China is up 0.2%. Japan and South Korea are trading 0.8% higher. Hong Kong is down 0.5%, while India is trading 0.7% higher, in the morning session.
- GCC markets ended mostly higher on Tuesday. Dubai and Abu Dhabi gained 1.0% and 1.1%, respectively. Kuwait and Qatar increased 0.1% and 0.4%, respectively. Oman decreased 0.8%, whereas Bahrain closed flat.
- According to S&P Global Ratings, after a very challenging 2020 amid the COVID-19 pandemic and oil price shock, GCC economies are expected to grow moderately this year. However, corporate sectors will continue to feel pressure, particularly the companies operating in tourism, aviation, real estate, and non-food retail. *(Source: Zawya)*
- UAE's Federal Competitiveness and Statistics Authority (FCSA), the UAE's Consumer Price Index (CPI) declined by 2.09% Y/Y to about 105.97 points in December 2020 from 108.24 points in the same month of 2019. In December 2020, the UAE's inflation rate has recorded its lowest levels since June 2016. *(Source: Decypha)*
- According to reports, the UAE was the largest importer of non-oil goods from Egypt in 2020. The country imported Egyptian products to the value of USD 2.9bn (SAR 10.9bn). The total volume of Egypt's trade with the UAE, including non-oil exports and imports, was around USD 4.1bn (SAR 15.4bn) in 2020. *(Source: Decypha)*
- The Abu Dhabi National Oil Company (ADNOC) has signed a strategic real estate investment partnership with Abu Dhabi Pension Fund (ADPF), enabling the latter to gain further financial exposure to high-quality Adnoc assets. Under the terms of the agreement, ADPF will acquire a 31% holding in Abu Dhabi Energy Real Estate Company (ADEREC), the company created to hold ADNOC's 51% stake in Abu Dhabi Property Leasing Holding Company RSC Limited (ADPLHC), for a consideration of USD 900mn (SAR 3.3bn). *(Source: Trade Arabia)*
- According to reports, a new partnership between Dubai International Financial Centre (DIFC) and Mastercard seeks to boost cyber readiness and resilience across the financial industry in the UAE. The Global Cyber Forward programme combines Mastercard's capabilities in cybersecurity with those of financial organizations in a bid to create secure digital eco-systems at a national, local and city-level. *(Source: Decypha)*

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 29 (prior: -9.9mn barrels) will be announced today. *(Source: Trading Economics)*
- UK's IHS Markit/CIPS Service PMI for January (prior: 49.4; consensus: 38.8) will be announced today. *(Source: Trading Economics)*
- US jobless claims for the week ended January 30 (prior: 847K) will be announced tomorrow. *(Source: Trading Economics)*



Daily Markets Overview

3 February 2021

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Saudi Fransi Capital
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